

New Hampshire Department of Revenue Administration

Fiscal Note Quick Guide

15-0619

SB 199-FN-A, including *prepaid communications services as taxable under the communications services tax*.

Senate Ways & Means Committee

This bill establishes a sourcing rule for Voice over Internet Protocol (VoIP), provides for a definition of, and a sourcing rule for, “prepaid communications services;” and adds prepaid communications services as taxable to the retailer under the Communications Services Tax (CST), RSA 82-A. This bill would be effective July 1, 2015 and applicable to taxable periods ending after June 30, 2015.

For purposes of estimating a fiscal impact of this bill, the Department of Revenue Administration assumes that the transfer from landlines to VoIP and mobile devices and the use of prepaid communications services will continue to grow. Upon the review of monthly CST returns, the Department estimates that this bill will increase revenues annually in the amount of \$2,000,000 beginning in FY2016 based on providers that do not currently charge tax on prepaid communication services or VoIP.

This bill could be administered by the Department without any additional costs.